THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): (a) Compilation of information as desired by the Hon'ble Member in respect of 437 undertakings which belong to the first ten industrial houses may not be commensurate with the time and effort required for such compilation. However a Statement showing assets, paid up capital, turnover and profit before tax for the year 1985 in respect of companies registered under the MRTP Act as on 31-12-1985 and belonging to the first ten industrial houses as also the top 10 Central Public Undertakings ranked according to their assets in 1985 is annexed. [See Appendix CXLII, Annexure No. 20].

(b) With a view to achieving higher productivity, the Ministry of Industry is operating the scheme of re-endorsement of capacity. Press Note No. 1 (1986 Series) dated 15-1-1986 containing details of the scheme is available in the Parliament Library.

(c) Under the provisions of Section 233B of the Companies Act, 1956, Cost Audit is ordered on companies required to maintain Cost Accounting Records under section 209(1)(d) of the Companies Act. The Central Government, where it is of the opinion that any further information or explanation in regard to the Cost Audit Reports is necessary, may call for such further information and explanation, which will cover aspects relevant to lower productivity as well. Further section 15 of the Industries (Development & Regulation) Act, 1951, also empowers the Central Government to cause investigation of an industrial undertaking if requirements as specified in the section, which include fall in volume of production and deterioration in quality are satisfied.

Sinclairs Hotels and Transportation Limited, Calcutta

358. SHRI D. B. CHANDRE GOWDA: Will the Minister of INDUSTRY be pleased to state:

(a) whether it is a fact that the Department of Company Affairs/ Company Law Board had received petition/representation u/s 409 of the Companies Act, 1956 from the Sinclairs Hotels and Transportation Limited, Calcutta;

(b) if so, what are the details thereof and what are the broad outlines of the case;

(c) whether the CLB has failed to examine the complaint in its correct perspective;

(d) whether any final order has since been made in the case;

(e) if so, what are the details thereof; and

(f) what further action is being contemplated by Government in this regard?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): (a) to (f) Applications were filed by some Directors of M/s Sinclairs Hotels and Transportation Limited under Section 409 of the Companies Act, 1956 alleging, *inter alia*; that the public issue and share applications were manoeuvred; that cornering of shares was going on; and that a change in the management was most likely as a result of nominations received by the company for appointment of six proposed Directors in the Annual General Meeting. Final order was passed by the Company Law Board on 31-3-1987, whereby the applications were dismissed and on interim order issued on 24-12-1986 was vacated.